



CLEAN  
ENERGY OF  
TOMORROW

# Approval of the Financial Statements of ČEZ, a. s., and the Consolidated Financial Statements of CEZ Group for the Year 2023

## Draft Resolution:

### Draft resolution (1):

The General Meeting of ČEZ, a. s., approves the financial statements of ČEZ, a. s., prepared as of December 31, 2023.

### Draft resolution (2):

The General Meeting of ČEZ, a. s., approves the consolidated financial statements of CEZ Group prepared as of December 31, 2023.

## Rationale:

In accordance with the relevant provisions of the law and the Company's Articles of Association, the Board of Directors submits to the General Meeting the financial statements of ČEZ, a. s., and the consolidated financial statements of CEZ Group as of December 31, 2023.

Pursuant to Sec. 19a and Sec. 23a of the Act No. 563/1991 Coll., on accounting, as amended (hereinafter the "Accounting Act"), the financial statements of ČEZ, a. s., and the consolidated financial statements of CEZ Group as of December 31, 2023, were prepared in accordance with IFRS Accounting Standards as adopted by European Union. Both sets of prepared financial statements comprise, respectively, the following financial statements, or the consolidated financial statements: a balance sheet, a statement of income, a statement of comprehensive income, a statement of changes in equity, and a statement of cash flows and notes to the financial statements, or notes to the consolidated financial statements. In accordance with the relevant provisions of the Accounting Act, the financial statements and the consolidated financial statements have been audited by an independent auditor. The audit was performed by the company Deloitte Audit s.r.o. According to the independent auditor's opinion dated March 20, 2024, the financial statements give a true and fair view of the financial position of ČEZ, a. s., as at December 31, 2023, and of its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards as adopted by European Union. According to the independent auditor's opinion dated March 20, 2024, the consolidated financial statements give a true and fair view of the consolidated financial position of CEZ Group as at December 31, 2023, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with IFRS Accounting Standards as adopted by European Union.

The financial statements of ČEZ, a. s., and the consolidated financial statements of CEZ Group are part of the CEZ Group's Annual Financial Report in their entirety, available to shareholders at the General Meeting and on the Company's website. The data from the financial statements and the consolidated financial statements, i.e., the balance sheet, statement of income, statement of comprehensive income, statement of changes in equity, and statement of cash flows, are also presented within the documents on this agenda item of the General Meeting of the Company published on the Company's website [www.cez.cz](http://www.cez.cz) under the link "Investors" in the section of "General Meetings" concerning the General Meeting of 2024.

Financial statements were discussed by the Board of Directors of ČEZ, a. s., audited by an independent auditor giving the opinions cited above, and reviewed by the Company's Supervisory Board concluding that it recommends their approval to the General Meeting. Based on the independent auditor's reports, the Board of Directors proposes that the General Meeting approve the financial statements of ČEZ, a. s., as of December 31, 2023, and the consolidated financial statements of CEZ Group as of December 31, 2023.

# Selected Data from the Financial Statements of ČEZ, a. s., as of December 31, 2023

## ČEZ, a. s. Balance Sheet as of December 31, 2023

In CZK Millions

|  | 2023           | 2022             |
|--|----------------|------------------|
| <b>ASSETS:</b>                                 |                |                  |
| Plant in service                               | 545,946        | 514,654          |
| Less accumulated depreciation and impairment   | (311,853)      | (287,171)        |
| <b>Net plant in service</b>                    | <b>234,093</b> | <b>227,483</b>   |
| Nuclear fuel                                   | 16,002         | 11,873           |
| Construction work in progress                  | 13,457         | 13,473           |
| <b>Total property, plant and equipment</b>     | <b>263,552</b> | <b>252,829</b>   |
| Restricted financial assets                    | 18,224         | 15,215           |
| Other non-current financial assets             | 182,991        | 157,686          |
| Intangible assets                              | 1,705          | 1,143            |
| Investment properties                          | 382            | 437              |
| Deferred tax assets                            | -              | 47,885           |
| <b>Total other non-current assets</b>          | <b>203,302</b> | <b>222,366</b>   |
| <b>Total non-current assets</b>                | <b>466,854</b> | <b>475,195</b>   |
| Cash and cash equivalents                      | 5,680          | 33,012           |
| Trade and other receivables                    | 86,885         | 169,773          |
| Income tax receivable                          | 2              | -                |
| Materials and supplies                         | 10,488         | 16,028           |
| Fossil fuel stocks                             | 2,056          | 300              |
| Emission rights                                | 23,196         | 21,216           |
| Derivatives and other current financial assets | 126,010        | 304,894          |
| Other current assets                           | 4,795          | 8,582            |
| <b>Total current assets</b>                    | <b>259,112</b> | <b>553,805</b>   |
| <b>Total assets</b>                            | <b>725,966</b> | <b>1,029,000</b> |

**ČEZ, a. s.**  
**Balance Sheet**  
**as of December 31, 2023**

continued

In CZK Millions

|  | 2023           | 2022             |
|--|----------------|------------------|
| <b>EQUITY AND LIABILITIES:</b>                         |                |                  |
| Stated capital   | 53,799         | 53,799           |
| Treasury shares  | (1,334)        | (1,334)          |
| Retained earnings and other reserves                   | 129,117        | 145,975          |
| <b>Total equity</b>                                    | <b>181,582</b> | <b>198,440</b>   |
| Long-term debt, net of current portion                 | 122,644        | 132,739          |
| Provisions   | 143,009        | 122,067          |
| Other long-term financial liabilities                  | 4,363          | 38,659           |
| Deferred tax liability                                 | 28,116         | -                |
| <b>Total non-current liabilities</b>                   | <b>298,132</b> | <b>293,465</b>   |
| Short-term loans                                       | 7,240          | 52,933           |
| Current portion of long-term debt                      | 29,456         | 8,034            |
| Trade payables   | 45,654         | 76,525           |
| Income tax payable                                     | 356            | 15,117           |
| Provisions   | 20,677         | 21,515           |
| Derivatives and other short-term financial liabilities | 139,881        | 358,311          |
| Other short-term liabilities                           | 2,988          | 4,660            |
| <b>Total current liabilities</b>                       | <b>246,252</b> | <b>537,095</b>   |
| <b>Total equity and liabilities</b>                    | <b>725,966</b> | <b>1,029,000</b> |

# ČEZ, a. s.

## Statement of Income

### for the Year Ended December 31, 2023

In CZK Millions

|  | 2023           | 2022           |
|--|----------------|----------------|
| Sales of electricity, heat and gas   | 206,998        | 183,634        |
| Sales of services and other revenues   | 10,938         | 10,946         |
| Other operating income   | 1,138          | 5,611          |
| <b>Total revenues and other operating income</b>                               | <b>219,074</b> | <b>200,191</b> |
| Gains and losses from commodity derivative trading                             | 16,499         | 44,262         |
| Purchase of electricity, gas and other energies                                | (74,560)       | (85,498)       |
| Fuel and emission rights   | (38,916)       | (37,665)       |
| Services   | (14,377)       | (11,090)       |
| Salaries and wages   | (10,828)       | (10,694)       |
| Materials and supplies   | (2,526)        | (2,127)        |
| Capitalization of expenses to the cost of assets and change in own inventories | 175            | 150            |
| Depreciation and amortization  | (19,670)       | (18,021)       |
| Impairment of property, plant and equipment and intangible assets              | 20             | 65             |
| Impairment of trade and other receivables                                      | 97             | (167)          |
| Other operating expenses   | (11,517)       | (4,035)        |
| <b>Income before other income (expenses) and income taxes</b>                  | <b>63,471</b>  | <b>75,371</b>  |
| Interest on debt   | (9,611)        | (6,806)        |
| Interest on provisions   | (6,300)        | (2,390)        |
| Interest income  | 8,114          | 4,998          |
| Impairment of financial assets   | 140            | (562)          |
| Other financial expenses   | (1,159)        | (4,595)        |
| Other financial income   | 15,257         | 11,665         |
| <b>Total other income (expenses)</b>   | <b>6,441</b>   | <b>2,310</b>   |
| <b>Income before income taxes</b>  | <b>69,912</b>  | <b>77,681</b>  |
| Income taxes   | (41,818)       | (13,859)       |
| <b>Net income</b>  | <b>28,094</b>  | <b>63,822</b>  |

| <b>Net income per share (CZK per share):</b> |      |       |
|--|------|-------|
| Basic  | 52.3 | 118.9 |
| Diluted                                      | 52.3 | 118.9 |

**ČEZ, a. s.**  
**Statement of Comprehensive Income**  
**for the Year Ended December 31, 2023**

In CZK Millions

|  | 2023     | 2022     |
|--|----------|----------|
| <b>Net income</b>  | 28,094   | 63,822   |
| Change in fair value of cash flow hedges   | 83,603   | (82,332) |
| Cash flow hedges reclassified to statement of income   | 22,371   | 87,843   |
| Cash flow hedges reclassified to assets  | (131)    | 403      |
| Change in fair value of debt financial instruments   | 1,925    | (887)    |
| Deferred tax related to other comprehensive income   | (75,260) | 39,144   |
| <b>Net other comprehensive income that may be reclassified to statement of income or to assets in subsequent periods</b> | 32,508   | 44,171   |
| Change in fair value of equity instruments   | (305)    | 109      |
| Deferred tax related to other comprehensive income   | -        | (405)    |
| <b>Net other comprehensive income not to be reclassified from equity</b>   | (305)    | (296)    |
| <b>Total other comprehensive income, net of tax</b>  | 32,203   | 43,875   |
| <b>Total comprehensive income, net of tax</b>  | 60,297   | 107,697  |

**ČEZ, a. s.**  
**Statement of Changes in Equity**  
**for the Year Ended December 31, 2023**

In CZK Millions

|  | Stated capital | Treasury shares | Cash flow hedge reserve | Debt financial instruments | Equity financial instruments and other reserves | Retained earnings | Total equity |
|--|----------------|-----------------|-------------------------|----------------------------|---|-------------------|--------------|
| <b>Balance as at January 1, 2022</b>   | 53,799         | (1,423)         | (67,248)                | (652)                      | (1,687)   | 133,639           | 116,428      |
| Net income                             | -              | -               | -                       | -                          | -   | 63,822            | 63,822       |
| Other comprehensive income             | -              | -               | 44,819                  | (648)                      | (296)   | -                 | 43,875       |
| <b>Total comprehensive income</b>      | -              | -               | 44,819                  | (648)                      | (296)   | 63,822            | 107,697      |
| Dividends                              | -              | -               | -                       | -                          | -   | (25,727)          | (25,727)     |
| Sale of treasury shares                | -              | 89              | -                       | -                          | -   | (47)              | 42           |
| Exercised and forfeited share options  | -              | -               | -                       | -                          | (4)   | 4                 | -            |
| <b>Balance as at December 31, 2022</b> | 53,799         | (1,334)         | (22,429)                | (1,300)                    | (1,987)   | 171,691           | 198,440      |
| Net income                             | -              | -               | -                       | -                          | -   | 28,094            | 28,094       |
| Other comprehensive income             | -              | -               | 30,907                  | 1,601                      | (305)   | -                 | 32,203       |
| <b>Total comprehensive income</b>      | -              | -               | 30,907                  | 1,601                      | (305)   | 28,094            | 60,297       |
| Effect of business combinations        | -              | -               | -                       | -                          | 97  | 558               | 655          |
| Dividends                              | -              | -               | -                       | -                          | -   | (77,810)          | (77,810)     |
| <b>Balance as at December 31, 2023</b> | 53,799         | (1,334)         | 8,478                   | 301                        | (2,195)   | 122,533           | 181,582      |

**ČEZ, a. s.**  
**Statement of Cash Flows**  
**for the Year Ended December 31, 2023**

In CZK Millions

|   | 2023     | 2022      |
|---|----------|-----------|
| <b>OPERATING ACTIVITIES:</b>  |          |           |
| <b>Income before income taxes</b>   | 69,912   | 77,681    |
| <b>Adjustments of income before income taxes to cash generated from operations:</b> |          |           |
| Depreciation and amortization   | 19,670   | 18,021    |
| Amortization of nuclear fuel  | 3,706    | 3,980     |
| (Gains) and losses on non-current asset retirements                                 | (1,484)  | 19        |
| Foreign exchange rate loss (gain)   | (899)    | 4,180     |
| Interest expense, interest income and dividend income                               | (10,650) | (5,638)   |
| Provisions  | 2,988    | 9,807     |
| Impairment of property, plant and equipment and intangible assets                   | (20)     | (65)      |
| Other non-cash expenses and income  | 24,826   | 86,256    |
| <b>Changes in assets and liabilities:</b>   |          |           |
| Receivables and contract assets   | 84,537   | (43,481)  |
| Materials, supplies and fossil fuel stocks  | 4,656    | (5,760)   |
| Receivables and payables from derivatives   | (10,393) | (167,272) |
| Other assets  | 4,195    | (12,446)  |
| Trade payables  | (31,757) | (686)     |
| Other liabilities   | (1,675)  | 2,970     |
| <b>Cash from operations</b>   | 157,612  | (32,434)  |
| Income taxes paid   | (56,307) | (2,742)   |
| Interest paid, net of capitalized interest  | (9,516)  | (5,779)   |
| Interest received   | 8,087    | 4,851     |
| Dividends received  | 12,147   | 7,446     |
| <b>Net cash flow from operating activities</b>                                      | 112,023  | (28,658)  |



**ČEZ, a. s.**  
**Statement of Cash Flows**  
**for the Year Ended December 31, 2023**

continued

In CZK Millions

|   | 2023             | 2022            |
|---|------------------|-----------------|
| <b>INVESTING ACTIVITIES:</b>  |                  |                 |
| Acquisition of subsidiaries, associates and joint-ventures  | (10,927)         | (4,145)         |
| Proceeds from disposal of subsidiaries, associates and joint-ventures and original investments repayments | 2,959            | 909             |
| Additions to non-current assets, including capitalized interest   | (19,673)         | (11,529)        |
| Proceeds from sale of non-current assets  | 906              | 477             |
| Loans made  | (5,147)          | (5,000)         |
| Repayment of loans  | 8,813            | 2,232           |
| Change in restricted financial assets   | (1,484)          | (1,228)         |
| <b>Net cash flow from investing activities</b>  | <b>(24,553)</b>  | <b>(18,284)</b> |
| <b>FINANCING ACTIVITIES:</b>  |                  |                 |
| Proceeds from borrowings  | 113,483          | 300,171         |
| Payments of borrowings  | (149,956)        | (230,889)       |
| Payments of lease liabilities   | (259)            | (194)           |
| Proceeds from other long-term liabilities   | 5                | 17              |
| Payment of other long-term liabilities  | (1,822)          | (4)             |
| Change in payables/receivables from Group cashpooling   | 1,546            | 16,580          |
| Dividends paid  | (77,435)         | (25,626)        |
| Sale of treasury shares   | -                | 42              |
| <b>Net cash flow from financing activities</b>  | <b>(114,438)</b> | <b>60,097</b>   |
| Net effect of currency translation and allowances in cash   | (364)            | (947)           |
| <b>Net increase (decrease) in cash and cash equivalents</b>   | <b>(27,332)</b>  | <b>12,208</b>   |
| <b>Cash and cash equivalents at beginning of period</b>   | <b>33,012</b>    | <b>20,804</b>   |
| <b>Cash and cash equivalents at end of period</b>   | <b>5,680</b>     | <b>33,012</b>   |
| <b>Supplementary cash flow information:</b>   |                  |                 |
| Total cash paid for interest  | 9,959            | 6,043           |

# Selected Data from the Consolidated Financial Statements of CEZ Group as of December 31, 2023

## CEZ Group Consolidated Balance Sheet as of December 31, 2023

In CZK Millions

|  | 2023           | 2022             |
|--|----------------|------------------|
| <b>ASSETS:</b>                                 |                |                  |
| Plant in service                               | 947,745        | 903,545          |
| Less accumulated depreciation and impairment   | (538,500)      | (505,564)        |
| <b>Net plant in service</b>                    | <b>409,245</b> | <b>397,981</b>   |
| Nuclear fuel                                   | 16,228         | 11,993           |
| Construction work in progress                  | 26,659         | 25,145           |
| <b>Total property, plant and equipment</b>     | <b>452,132</b> | <b>435,119</b>   |
| Investments in associates and joint-ventures   | 3,737          | 3,743            |
| Restricted financial assets                    | 25,229         | 21,561           |
| Other non-current financial assets             | 30,379         | 16,715           |
| Intangible assets                              | 27,801         | 24,423           |
| Deferred tax assets                            | 1,380          | 50,432           |
| <b>Total other non-current assets</b>          | <b>88,526</b>  | <b>116,874</b>   |
| <b>Total non-current assets</b>                | <b>540,658</b> | <b>551,993</b>   |
| Cash and cash equivalents                      | 10,892         | 36,609           |
| Trade and other receivables                    | 84,759         | 167,346          |
| Income tax receivable                          | 942            | 896              |
| Materials and supplies                         | 20,255         | 23,790           |
| Fossil fuel stocks                             | 2,857          | 1,551            |
| Emission rights                                | 30,819         | 29,668           |
| Derivatives and other current financial assets | 111,714        | 278,509          |
| Other current assets                           | 22,869         | 17,018           |
| <b>Total current assets</b>                    | <b>285,107</b> | <b>555,387</b>   |
| <b>Total assets</b>                            | <b>825,765</b> | <b>1,107,380</b> |

# CEZ Group

## Consolidated Balance Sheet

### as of December 31, 2023

continued

In CZK Millions

|  | 2023           | 2022             |
|--|----------------|------------------|
| <b>EQUITY AND LIABILITIES:</b>                                   |                |                  |
| Stated capital   | 53,799         | 53,799           |
| Treasury shares  | (1,334)        | (1,334)          |
| Retained earnings and other reserves                             | 191,587        | 206,421          |
| <b>Total equity attributable to equity holders of the parent</b> | <b>244,052</b> | <b>258,886</b>   |
| Non-controlling interests  | 1,549          | 1,375            |
| <b>Total equity</b>  | <b>245,601</b> | <b>260,261</b>   |
| Long-term debt, net of current portion                           | 131,042        | 140,234          |
| Provisions   | 165,440        | 146,094          |
| Other long-term financial liabilities                            | 6,104          | 39,618           |
| Deferred tax liability   | 43,888         | 13,768           |
| Other long-term liabilities                                      | 31             | 31               |
| <b>Total non-current liabilities</b>                             | <b>346,505</b> | <b>339,745</b>   |
| Short-term loans   | 7,314          | 53,056           |
| Current portion of long-term debt                                | 30,554         | 8,856            |
| Trade payables   | 59,869         | 84,713           |
| Income tax payable   | 2,268          | 16,525           |
| Provisions   | 31,113         | 30,923           |
| Derivatives and other short-term financial liabilities           | 82,540         | 294,631          |
| Other short-term liabilities                                     | 20,001         | 18,670           |
| <b>Total current liabilities</b>                                 | <b>233,659</b> | <b>507,374</b>   |
| <b>Total equity and liabilities</b>                              | <b>825,765</b> | <b>1,107,380</b> |

# CEZ Group

## Consolidated Statement of Income

### for the Year Ended December 31, 2023

In CZK Millions

|  | 2023           | 2022           |
|--|----------------|----------------|
| Sales of electricity, heat, gas and coal                                       | 251,799        | 205,688        |
| Sales of services and other revenues   | 84,585         | 75,365         |
| Other operating income   | 4,201          | 7,432          |
| <b>Total revenues and other operating income</b>                               | <b>340,585</b> | <b>288,485</b> |
| Gains and losses from commodity derivative trading                             | 15,504         | 41,150         |
| Purchase of electricity, gas and other energies                                | (83,181)       | (69,634)       |
| Fuel and emission rights   | (40,243)       | (45,409)       |
| Services   | (39,722)       | (31,931)       |
| Salaries and wages   | (37,783)       | (33,915)       |
| Material and supplies  | (17,514)       | (15,036)       |
| Capitalization of expenses to the cost of assets and change in own inventories | 4,590          | 4,445          |
| Depreciation and amortization  | (35,336)       | (32,757)       |
| Impairment of property, plant and equipment and intangible assets              | (5,300)        | 2,864          |
| Impairment of trade and other receivables                                      | (443)          | (377)          |
| Other operating expenses   | (16,645)       | (5,958)        |
| <b>Income before other income (expenses) and income taxes</b>                  | <b>84,512</b>  | <b>101,927</b> |
| Interest on debt   | (6,299)        | (5,013)        |
| Interest on provisions   | (7,289)        | (2,861)        |
| Interest income  | 6,279          | 3,804          |
| Share of profit (loss) from associates and joint-ventures                      | 832            | 897            |
| Impairment of financial assets   | (344)          | (519)          |
| Other financial expenses   | (2,108)        | (5,211)        |
| Other financial income   | 3,433          | 6,599          |
| <b>Total other income (expenses)</b>   | <b>(5,496)</b> | <b>(2,304)</b> |
| <b>Income before income taxes</b>  | <b>79,016</b>  | <b>99,623</b>  |
| Income taxes   | (49,442)       | (18,918)       |
| <b>Net income</b>  | <b>29,574</b>  | <b>80,705</b>  |

|   |        |        |
|---|--------|--------|
| <b>Net income attributable to:</b>  |        |        |
| Equity holders of the parent  | 29,524 | 80,786 |
| Non-controlling interests   | 50     | (81)   |
| <b>Net income per share attributable to equity holders of the parent (CZK per share):</b> |        |        |
| Basic   | 55.0   | 150.5  |
| Diluted   | 55.0   | 150.5  |

# CEZ Group

## Consolidated Statement of Comprehensive Income

### for the Year Ended December 31, 2023

In CZK Millions

|  | 2023     | 2022     |
|--|----------|----------|
| <b>Net income</b>  | 29,574   | 80,705   |
| Change in fair value of cash flow hedges   | 83,278   | (82,058) |
| Cash flow hedges reclassified to statement of income   | 22,373   | 87,751   |
| Cash flow hedges reclassified to assets  | (131)    | 403      |
| Change in fair value of debt instruments   | 2,347    | (1,359)  |
| Disposal of debt instruments   | 26       | (1)      |
| Translation differences – subsidiaries   | 948      | (412)    |
| Translation differences – associates and joint-ventures  | (317)    | (140)    |
| Disposal of translation differences  | 1,099    | (14)     |
| Share on other equity movements of associates and joint-ventures   | (40)     | (56)     |
| Deferred tax related to other comprehensive income   | (75,295) | 39,189   |
| <b>Net other comprehensive income that may be reclassified to statement of income or to assets in subsequent periods</b> | 34,288   | 43,303   |
| Change in fair value of equity instruments   | (304)    | 111      |
| Re-measurement gains (losses) on defined benefit plans   | (3)      | 12       |
| Deferred tax related to other comprehensive income   | -        | (405)    |
| <b>Net other comprehensive income not to be reclassified from equity in subsequent periods</b>                           | (307)    | (282)    |
| <b>Total other comprehensive income, net of tax</b>  | 33,981   | 43,021   |
| <b>Total comprehensive income, net of tax</b>  | 63,555   | 123,726  |
| <b>Total comprehensive income attributable to:</b>   |          |          |
| Equity holders of the parent   | 63,473   | 123,840  |
| Non-controlling interests  | 82       | (114)    |

# CEZ Group

## Consolidated Statement of Changes in Equity for the Year Ended December 31, 2023

In CZK Millions

|  | Attributable to equity holders of the parent |                 |                        |                         |                  |                                       |                   | Non-controlling interests | Total equity |          |
|--|--|-----------------|------------------------|-------------------------|------------------|---------------------------------------|-------------------|---------------------------|--------------|----------|
|  | Stated capital                               | Treasury shares | Translation difference | Cash flow hedge reserve | Debt instruments | Equity instruments and other reserves | Retained earnings |                           |              | Total    |
| <b>Balance as at January 1, 2022</b>                         | 53,799                                       | (1,423)         | (4,637)                | (67,212)                | (647)            | (1,721)                               | 182,597           | 160,756                   | 1,742        | 162,498  |
| Net income   | -  | -               | -                      | -                       | -                | -                                     | 80,786            | 80,786                    | (81)         | 80,705   |
| Other comprehensive income                                   | -  | -               | (534)                  | 44,954                  | (1,028)          | (295)                                 | (43)              | 43,054                    | (33)         | 43,021   |
| <b>Total comprehensive income</b>                            | -  | -               | (534)                  | 44,954                  | (1,028)          | (295)                                 | 80,743            | 123,840                   | (114)        | 123,726  |
| Dividends  | -  | -               | -                      | -                       | -                | -                                     | (25,727)          | (25,727)                  | (23)         | (25,750) |
| Sale of treasury shares                                      | -  | 89              | -                      | -                       | -                | -                                     | (47)              | 42                        | -            | 42       |
| Exercised and forfeited share options                        | -  | -               | -                      | -                       | -                | (4)                                   | 4                 | -                         | -            | -        |
| Acquisition of subsidiaries                                  | -  | -               | -                      | -                       | -                | -                                     | -                 | -                         | 36           | 36       |
| Changes of non-controlling interests without loss of control | -  | -               | -                      | -                       | -                | -                                     | (52)              | (52)                      | (306)        | (358)    |
| Put options held by non-controlling interests                | -  | -               | (6)                    | -                       | -                | -                                     | 33                | 27                        | 40           | 67       |
| <b>Balance as at December 31, 2022</b>                       | 53,799                                       | (1,334)         | (5,177)                | (22,258)                | (1,675)          | (2,020)                               | 237,551           | 258,886                   | 1,375        | 260,261  |

# CEZ Group

## Consolidated Statement of Changes in Equity for the Year Ended December 31, 2023

continued

In CZK Millions

|  | Attributable to equity holders of the parent |                 |                        |                         |                  |                                       |                   | Non-controlling interests | Total equity |          |
|--|--|-----------------|------------------------|-------------------------|------------------|---------------------------------------|-------------------|---------------------------|--------------|----------|
|  | Stated capital                               | Treasury shares | Translation difference | Cash flow hedge reserve | Debt instruments | Equity instruments and other reserves | Retained earnings |                           |              | Total    |
| <b>Balance as at January 1, 2023</b>                         | 53,799                                       | (1,334)         | (5,177)                | (22,258)                | (1,675)          | (2,020)                               | 237,551           | 258,886                   | 1,375        | 260,261  |
| Net income   | -  | -               | -                      | -                       | -                | -                                     | 29,524            | 29,524                    | 50           | 29,574   |
| Other comprehensive income                                   | -  | -               | 1,698                  | 30,640                  | 1,959            | (304)                                 | (44)              | 33,949                    | 32           | 33,981   |
| <b>Total comprehensive income</b>                            | -  | -               | 1,698                  | 30,640                  | 1,959            | (304)                                 | 29,480            | 63,473                    | 82           | 63,555   |
| Dividends  | -  | -               | -                      | -                       | -                | -                                     | (77,810)          | (77,810)                  | (9)          | (77,819) |
| Contribution from owners of non-controlling interests        | -  | -               | -                      | -                       | -                | -                                     | -                 | -                         | 40           | 40       |
| Acquisition of subsidiaries                                  | -  | -               | -                      | -                       | -                | -                                     | -                 | -                         | 194          | 194      |
| Changes of non-controlling interests without loss of control | -  | -               | 1                      | -                       | -                | -                                     | (8)               | (7)                       | (9)          | (16)     |
| Put options held by non-controlling interests                | -  | -               | 10                     | -                       | -                | -                                     | (500)             | (490)                     | (124)        | (614)    |
| <b>Balance as at December 31, 2023</b>                       | 53,799                                       | (1,334)         | (3,468)                | 8,382                   | 284              | (2,324)                               | 188,713           | 244,052                   | 1,549        | 245,601  |

# CEZ Group

## Consolidated Statement of Cash Flows

### for the Year Ended December 31, 2023

In CZK Millions

|   | 2023     | 2022      |
|---|----------|-----------|
| <b>OPERATING ACTIVITIES:</b>  |          |           |
| <b>Income before income taxes</b>   | 79,016   | 99,623    |
| <b>Adjustments of income before income taxes to cash generated from operations:</b> |          |           |
| Depreciation and amortization   | 35,336   | 32,757    |
| Amortization of nuclear fuel  | 3,655    | 3,907     |
| (Gains) and losses on non-current asset retirements                                 | (486)    | (92)      |
| Foreign exchange rate loss (gain)   | (1,102)  | 4,432     |
| Interest expense, interest income and dividend income                               | 8        | 1,195     |
| Provisions  | 6,505    | 11,557    |
| Impairment of property, plant and equipment and intangible assets                   | 5,300    | (2,864)   |
| Other non-cash expenses and income  | 26,559   | 85,508    |
| Share of (profit) loss from associates and joint-ventures                           | (832)    | (897)     |
| <b>Changes in assets and liabilities:</b>   |          |           |
| Receivables and contract assets   | 74,817   | (38,091)  |
| Materials, supplies and fossil fuel stocks  | 3,002    | (11,095)  |
| Receivables and payables from derivatives   | (8,733)  | (166,580) |
| Other assets  | 3,488    | (16,292)  |
| Trade payables  | (29,005) | (1,391)   |
| Other liabilities   | 172      | 9,194     |
| <b>Cash from operations</b>   | 197,700  | 10,871    |
| Income taxes paid   | (60,313) | (5,409)   |
| Interest paid, net of capitalized interest  | (6,075)  | (4,158)   |
| Interest received   | 6,222    | 3,761     |
| Dividends received  | 33       | 27        |
| <b>Net cash flow from operating activities</b>                                      | 137,567  | 5,092     |



# CEZ Group

## Consolidated Statement of Cash Flows for the Year Ended December 31, 2023

continued

In CZK Millions

|  | 2023             | 2022            |
|--|------------------|-----------------|
| <b>INVESTING ACTIVITIES:</b>   |                  |                 |
| Acquisition of subsidiaries, associates and joint-ventures, net of cash acquired   | (2,584)          | (1,864)         |
| Disposal of subsidiaries, associates and joint-ventures, net of cash disposed of   | 2,735            | (12)            |
| Additions to non-current assets, including capitalized interest                    | (44,792)         | (33,948)        |
| Proceeds from sale of non-current assets   | 432              | 918             |
| Loans made   | (154)            | (37)            |
| Repayment of loans   | 34               | 468             |
| Change in restricted financial assets  | (1,726)          | (2,237)         |
| <b>Total cash used in investing activities</b>                                     | <b>(46,055)</b>  | <b>(36,712)</b> |
| <b>FINANCING ACTIVITIES:</b>   |                  |                 |
| Proceeds from borrowings   | 114,195          | 301,606         |
| Payments of borrowings   | (150,442)        | (232,276)       |
| Payments of lease liabilities  | (856)            | (709)           |
| Proceeds from other long-term liabilities  | 12               | 71              |
| Payments of other long-term liabilities  | (2,436)          | (76)            |
| Dividends paid to Company's shareholders   | (77,435)         | (25,626)        |
| (Dividends paid) contributions received – owners of non-controlling interests, net | 27               | (23)            |
| Sale of treasury shares  | -                | 42              |
| Acquisition of non-controlling interests   | (28)             | (358)           |
| Sale of non-controlling interests  | 12               | -               |
| <b>Total cash used in financing activities</b>                                     | <b>(116,951)</b> | <b>42,651</b>   |
| Net effect of currency translation and allowances in cash                          | (278)            | (1,062)         |
| <b>Net increase (decrease) in cash and cash equivalents</b>                        | <b>(25,717)</b>  | <b>9,969</b>    |
| <b>Cash and cash equivalents at beginning of period</b>                            | <b>36,609</b>    | <b>26,640</b>   |
| <b>Cash and cash equivalents at end of period</b>                                  | <b>10,892</b>    | <b>36,609</b>   |
| <b>Supplementary cash flow information:</b>  |                  |                 |
| Total cash paid for interest   | 6,548            | 4,449           |